

**SECRET**

Memorandum for the Log

11 September 1951

25X1 1. Reviewed laws and Comptroller's decisions on retired reserve  
\* officers employed in civilian capacity to ascertain whether retired  
pay could be drawn simultaneously. A 1948 Comptroller's decision  
withheld the retired pay but did not specifically consider a 1947 law  
(Section 371 b) which might be construed to authorize payment. Asked  
[ ] to discuss with [ ] in the Comptroller's office. 25X1

25X1 2. Discussed with [ ] the income tax problem presented  
25X1 by [ ] of Training as to whether income tax withholding  
should be made for potential instructors now undergoing training by  
25X1 \* [ ] I.T. 4056 appears to cover the situation  
and indicates that so long as they merely study and perform no serv-  
ices the stipend is not includable in gross income. By inference,  
however, when they start to instruct it will then become taxable com-  
pensation. Asked [ ] to follow up with [ ] and instruct  
[ ] 25X1

\*  
[ ]

*APF*

**SECRET**